



# **Fundamental Report**

## **23 August 2022**

## Financial Markets

### Currencies

Currency	Bid - Yesterday 12pm	Current Bid	Value Change	% Change
USDollar/Rand	17.0405	16.9663	-0.0742	-0.44%
Euro/Rand	17.0617	16.8716	-0.1901	-1.11%
GBPound/Rand	20.1239	19.9737	-0.1502	-0.75%
AusDollar/Rand	11.7869	11.6982	-0.0887	-0.75%
Euro/USDollar	1.0012	0.9940	-0.0072	-0.72%
GBPound/USDollar	1.1814	1.1770	-0.0044	-0.37%
AusDollar/USDollar	0.6917	0.6895	-0.0022	-0.32%
JpyYen/USDollar	136.7500	137.2300	0.4800	0.35%

BDLive - The JSE ended lower on Monday in line with world markets as investors grappled with the effects of inflation and interest rates on global growth.

The all share index shed 0.75% to close at 69,195 points, dragged lower by the top end of the industrial market, notably Richmond, which was off 3%. The top 40 was 0.78% lower. "Stock markets are off to a bad start on Monday as investors question whether the recovery trade has gone too far," said Craig Erlam, senior market analyst at Oanda.

"Last week brought an end to the late summer winning streak that saw stock markets recover a significant — and some would argue overly so — portion of the losses endured this year."

Shares in retailer Massmart recovered 6.16% to R43.10 while Motus gained 3.34% to R117.45, buoyed by a trading update. The group, which runs one of SA's biggest car dealerships, expects full-year headline profit to rise by up to 73%.



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### Commodities

	Last	Value Change	% Change
Platinum	875.42	-0.48	-0.05%
Gold	1737.39	1.69	0.10%
Silver	18.92	-0.09	-0.48%
Copper	3.66	0.00	0.12%
Gasoil	1108.75	12.00	1.08%
Brent Oil	97.18	0.70	0.72%

BDLive - Gold prices hit their lowest in more than three weeks on Monday, weighed down by a stronger dollar and expectations of more rate hikes from the US Federal Reserve to tame surging inflation.

Spot gold was flat at \$1,747.55 per ounce at 5.18am, after hitting its lowest since July 28 at \$1,743.83 in early Asian trading. US gold futures eased 0.1% to \$1,761 per ounce.

"The upward resumption in the US dollar will of course be weighing on the gold market, but it seems to be more aligned with the simultaneous sell-off seen across bonds, stocks and currencies," said Clifford Bennett, chief economist at ACY Securities. "Wherever there had been a period of false hopes such as the Federal Reserve slowing, those expectations appear to be immediately evaporating."



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### Financials

	Current Bid	Value Change	% Change
JSE TOP 40	62482.18	0.00	0.00%
ALSI	62392.00	0.00	0.00%
S&P 500	4228.48	-90.49	-2.14%
FTSE	7550.37	-16.58	-0.22%
CAC	6378.74	0.00	0.00%
DAX	13230.57	0.00	0.00%
Hang Seng	19656.98	-96.43	-0.49%



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## Corn / Maize Market

### Chicago Board of Trade

Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2022	624.25	633.50	The record	9.25	647.50	14.00	23.25
DEC 2022	620.25	629.00	The record	8.75	643.00	14.00	22.75
MAR 2023	627.25	636.25	The record	9.00	649.50	13.25	22.25
MAY 2023	616.50	638.75	The record	22.25	651.50	12.75	35.00
JUL 2023	626.75	635.75	The record	9.00	648.75	13.00	22.00

FarmProgress - Corn prices followed other grains higher on Monday, with a healthy round of export inspection data lending additional support today. September futures added 6.5 cents to \$6.3250, with December futures up 4.5 cents to \$6.2775.

Corn basis bids were steady to mixed to start the week, moving as much as 5 cents higher at an Indiana ethanol plant and as much as 15 cents lower at a Nebraska processor on Monday.

Corn export inspections reached 29.2 million bushels for the week ending August 18, moving moderately higher week-over-week and making it to the higher end of trade estimates, which ranged between 17.7 million and 33.5 million bushels. Mexico was the No. 1 destination, with 11.4 million bushels. Cumulative totals for the 2021/22 marketing year remain well behind last year's pace, with 2.119 billion bushels.

When USDA releases its next crop progress report later this afternoon, analysts expect the agency to hold corn quality ratings steady, with 57% of the crop in good-to-excellent condition through August 21. Individual trade guesses ranged between 55% and 58%.

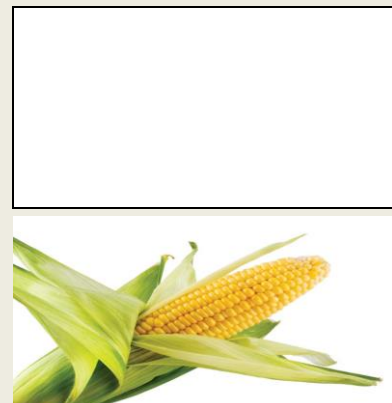
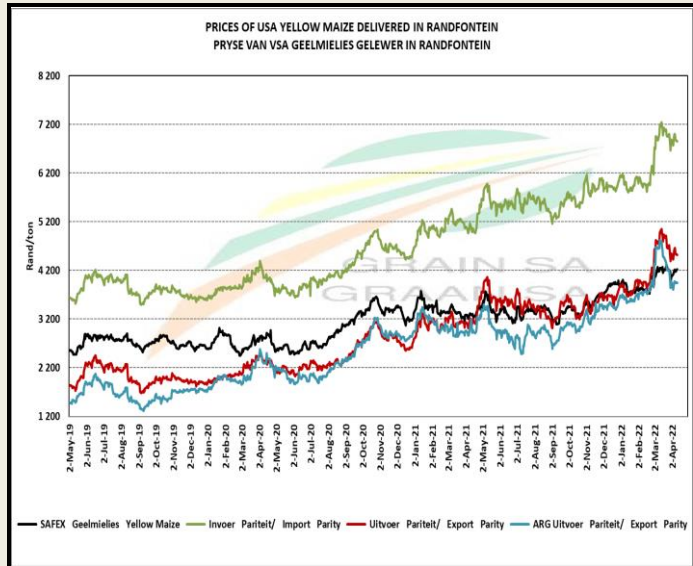
Brazil's second corn harvest is approximately 90% complete, according to the latest report from the country's AgRural consultancy. The country's total corn production is expected to climb to a record-breaking effort of 4.567 billion bushels, improving 33% from last season's drought-plagued crop.



### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>White Maize Future</b>				
Jul 2022				
Sep 2022	R 4 291.00	27%	R 137.06	R 4 428.06
Dec 2022	R 4 369.00	20.75%	R 133.84	R 4 502.84
Mar 2023	R 4 363.00	23.75%	R 130.29	R 4 493.29
May 2023	R 4 054.00	13.5%	R 215.77	R 4 269.77
Jul 2023	R 4 090.00	22.5%	R 128.64	R 4 218.64
Sep 2023				
<b>Yellow Maize Future</b>				
Jul 2022				
Sep 2022	R 4 296.00	24.75%	R 137.06	R 4 433.06
Dec 2022	R 4 394.00	21.75%	R 133.84	R 4 527.84
Mar 2023	R 4 387.00	21.25%	R 130.29	R 4 517.29
May 2023	R 4 154.00	22%	R 215.77	R 4 369.77
Jul 2023	R 4 100.00	19.5%	R 128.64	R 4 228.64
Sep 2023				

The local Maize market traded higher yesterday. The Aug'22 WMAZ contract ended R15.00 up and Aug'22 YMAZ closed R28.00 higher. The Sep'22 WMAZ closed higher by R16.00 and Sep'22 YMAZ ended R26.00 up. The parity move for the Aug'22 Maize contract for yesterday was R142.00 positive.

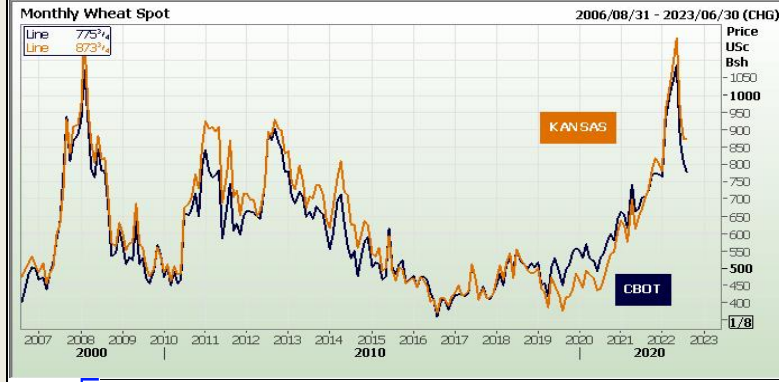


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## Wheat Market

### Chicago Board of Trade and Kansas Board of Trade

CBOT Wheat								KBOT Wheat							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm	Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2022	737.00	770.50	The record c	33.50	775.75	5.25	38.75	SEP 2012	842.00	865.25	The record	23.25	873.75	8.50	31.75
DEC 2022	766.50	788.25	The record c	21.75	793.50	5.25	27.00	DEC 2012	869.25	866.00	The record	-3.25	873.50	7.50	4.25
MAR 2023	783.75	804.75	The record c	21.00	808.75	4.00	25.00	MAR 2013	844.75	866.75	The record	22.00	874.00	7.25	29.25
MAY 2023	838.50	815.00	The record c	-23.50	818.50	3.50	-20.00	MAY 2013	1054.50	866.25	The record	-188.25	873.00	6.75	-181.50
JUL 2023	794.50	816.50	The record c	22.00	529.00	-287.50	-265.50	JUL 2013	1018.00	858.00	The record	-160.00	864.25	6.25	-153.75



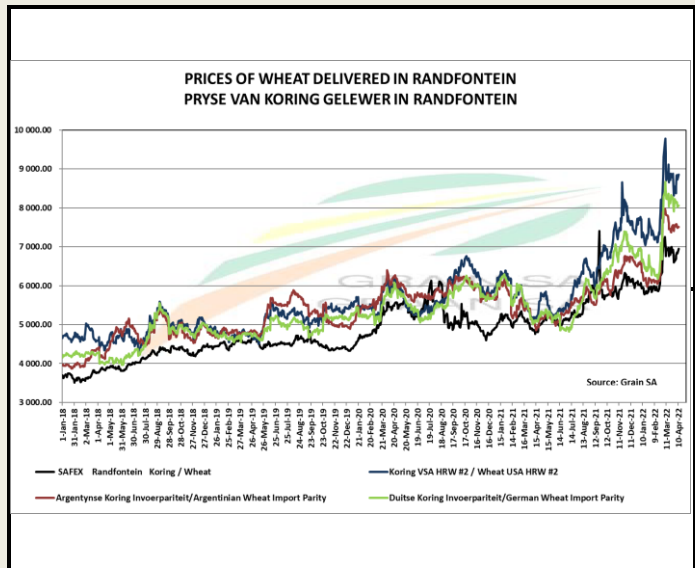
FarmProgress - Wheat prices stayed in the green on Monday after some additional bargain buying after prices had slumped to six-month lows late last week. Spillover support from corn and soybeans generated additional tailwinds. September Chicago SRW futures rose 15.5 cents to \$7.6875, September Kansas City HRW futures climbed 19 cents to \$8.6375, and September MGEX spring wheat futures added 10.75 cents to \$8.8550.

Wheat export inspections moved moderately higher week-over-week to 21.8 million bushels. That was also toward the higher end of analyst estimates, which ranged between 9.2 million and 23.9 million bushels. Japan was by far the top destination, with 6.6 million bushels. Cumulative totals for the 2022/23 marketing year are trending moderately below last year's pace so far, with 165.1 million bushels.

Ahead of this afternoon's crop progress report from USDA, analysts think the agency will show the winter wheat harvest at 96% complete, up from 90% last week. And spring wheat harvest is expected to move from 16% a week ago up to 29% through August 21.

### South African Futures Exchange

	MTM	Volatility	Parity Change	Parity Price
<b>Bread Milling Wheat</b>				
Jul 2022				
Sep 2022	R 6 890.00	20.5%	R 221.48	R 7 111.48
Dec 2022	R 6 887.00	18.5%	R 147.42	R 7 034.42
Mar 2023	R 7 002.00	0%	R 134.48	R 7 136.48
May 2023				
Jul 2023				
Sep 2023				
<b>Cape Wheat</b>				
Jul 2022				
Sep 2022				
Dec 2022				
Mar 2023				
May 2023				
Jul 2023				
Sep 2023				



The local Wheat market closed higher yesterday. The Aug'22 Wheat contract closed R38.00 up and Sep'22 Wheat closed R82.00 higher. The parity move for the Aug'22 Wheat contract for yesterday was R154.00 positive.



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## Oil Seed Market

### Chicago Board of Trade

CBOT Soybean Seed							
Month	Yesterday 12pm	Main Session Close	Main Session Change	Main Session Change from 12pm	Current Overnight	Overnight Change from Main Session	Overnight Change from 12pm
SEP 2022	1485.00	1527.00	The record	42.00	902.00	-625.00	-583.00
NOV 2022	1407.25	1435.25	The record	28.00	1449.50	14.25	42.25
JAN 2023	1413.75	1442.00	The record	28.25	1455.75	13.75	42.00
MAR 2023	1389.50	1445.00	The record	55.50	1457.50	12.50	68.00
MAY 2023	1392.50	1447.00	The record	54.50	1460.50	13.50	68.00

CBOT Soybean Meal		
Month	Main Session Close	Current Overnight
SEP 2012	460.5	464.30
OCT 2012	420.8	425.20
DEC 2012	415.4	420.00
JAN 2013	410.8	416.30
MAR 2013	402.6	407.50

CBOT Soybean Oil		
Month	Main Session Close	Current Overnight
SEP 2012	68.77	68.74
OCT 2012	67.02	67.03
DEC 2012	66.35	66.27
JAN 2013	65.88	65.73
MAR 2013	65.28	65.20



FarmProgress - Soybean prices grabbed double-digit gains on speculation that hot, dry weather in China will lead to an increase in imported grain, which triggered a round of technical buying today. September futures rose 37.75 cents to \$15.2650, with November futures up 29.5 cents to \$14.3350.

Soybean basis bids climbed 25 cents higher at an Indiana processor and firmed 10 cents higher at an Illinois river terminal while holding steady elsewhere across the central U.S. on Monday.

Soybean export inspections saw a moderate decline, moving to 25.2 million bushels for the week ending August 18. That was still toward the higher end of trade estimates, which ranged between 14.7 million and 32.2 million bushels. China was the No. 1 destination, with 13.2 million bushels. Cumulative totals for the 2021/22 marketing year are still moderately behind the prior year's pace, with 2.057 billion bushels.

Prior to the next crop progress report from USDA, analysts expect the agency to show 58% of this season's soybean crop rated in good-to-excellent condition through Sunday, which is steady from a week ago. Individual trade guesses ranged between 56% and 59%.

### South African Futures Exchange

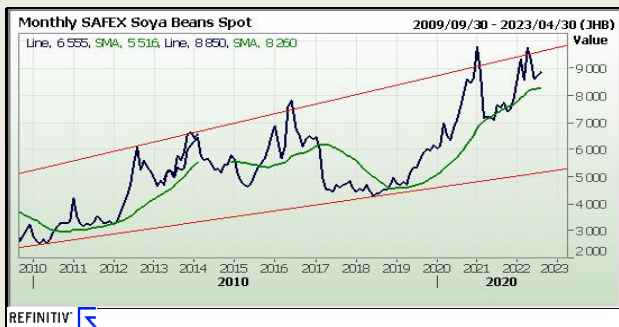
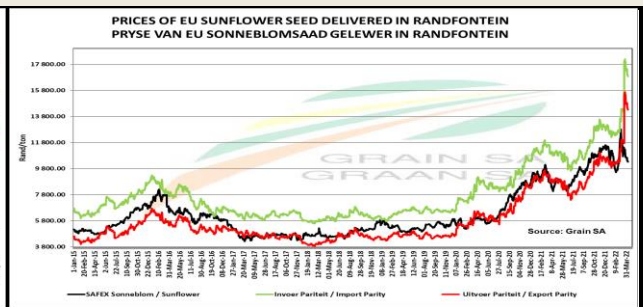
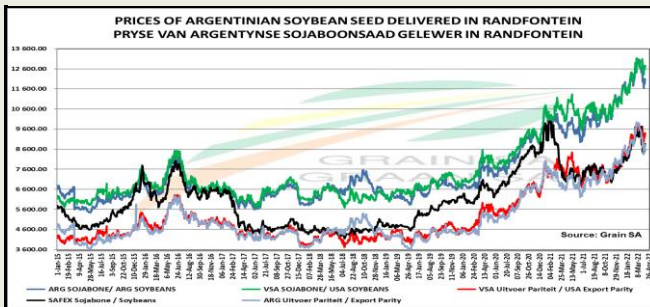
Soybean Future				
	MTM	Vols	Parity Change	Market Price
Jul 2022				
Sep 2022	R 8 890.00	21%	R -3 674.94	R 5 215.06
Dec 2022	R 9 036.00	21%		R 9 036.00
Mar 2023	R 8 904.00	0%	R 386.03	R 9 290.03
May 2023	R 8 500.00	21%	R 385.95	R 8 885.95
Jul 2023				
Sep 2023				

Sunflower Seeds Future		
	MTM	Vols
Jul 2022		
Sep 2022	R 11 057.00	23.5%
Dec 2022	R 11 178.00	23.5%
Mar 2023	R 10 911.00	0%
May 2023	R 10 170.00	0%
Jul 2023		
Sep 2023		



The local Soya market traded higher yesterday. The Aug'22 Soya contract ended R50.00 up and Sep'22 Soya closed R49.00 higher. The parity move for the Aug'22 Soya contract for yesterday was R307.00 positive.

The local Suns market closed higher yesterday. The Aug'22 Suns contract closed R192.00 up and Sep'22 Suns closed R179.00 higher.



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